

## Requirement 1 (A)



***Puerto Rico Department of Treasury***  
***Treasury Single Account ("TSA") FY 2021 Cash Flow***  
***For the month of June FY21 and Q4 FY21***

## Glossary

Term	Definition
<b>ACAA</b>	- Automobile Accident Compensation Administration, or Administración de Compensaciones por Accidentes de Automoviles, is a component unit of the Commonwealth of Puerto Rico.
<b>Act 154</b>	- Act 154 means Act No. 154-2010, which, inter alia, imposes a temporary excise tax on the acquisition by multinationals of certain property manufactured or produced in whole or in part in Puerto Rico and on the acquisition of certain manufacturing services carried out in Puerto Rico. The Act 154 temporary excise tax expires on December 31, 2027.
<b>AFI / PRIFA</b>	- Infrastructure Financing Authority.
<b>ASC</b>	- Compulsory Liability Insurance, private insurance company.
<b>ASES</b>	- Puerto Rico Health Insurance Administration, a public corporation and component unit of the Commonwealth of Puerto Rico.
<b>CINE</b>	- Puerto Rico Cinema Fund, a recipient of certain assigned sales and use tax revenues.
<b>COFINA</b>	- Puerto Rico Sales Tax Financing Corporation.
<b>Deferred General Fund Receipt</b>	- Revenues pertaining to Fiscal Year 2020, such as individual and corporate income taxes, that are collected in Fiscal Year 2021 due to various executive orders and tax extensions in response to the COVID-19 pandemic.
<b>DTPR</b>	- Department of the Treasury of Puerto Rico.
<b>DTPR Collection System</b>	- This is the software system that DTPR uses for collections.
<b>FAM</b>	- Municipal Fund Administration, a recipient of certain assigned sales and use tax revenues.
<b>General Fund Collections</b>	- All gross tax collections received and deposited into the TSA from all Hacienda Collection Posts, through the Hacienda Colecturia Virtual (online), and/or SURI, as well as certain pass-through collections and others.
<b>General Fund</b>	- General Fund (Operating Fund) means the Commonwealth principal operating fund; disbursements from such fund are generally approved through the Commonwealth's annual budgeting process.
<b>Gross Payroll</b>	- Gross Payroll is equal to the sum of: (i) Net Payroll from the DTPR RHUM system; (ii) Other Payroll and (iii) Cash outlays for wage garnishments by Agency.
<b>HTA</b>	- Puerto Rico Highways and Transportation Authority, a public corporation and a component unit of the Commonwealth of Puerto Rico.
<b>Liquidity Plan (LP)</b>	- The Liquidity Plan is the translation of the Certified Fiscal Plan ("CFP") and Certified Budget ("Budget") into a cash flow projection. The TSA Liquidity Plan encompasses all cash flow activity within the TSA. Certain cash flow activity is contemplated in the CFP and Budget, but occurs outside the TSA. Cash flow bridges from the TSA to the CFP and Budget have been included to facilitate comparison.
<b>NAP</b>	- NAP, or the Nutrition Assistance Program, also known as PAN, or Programa de Asistencia Nutricional is a federal assistance nutritional program provided by the United States Department of Agriculture (USDA) solely to Puerto Rico.
<b>Other Payroll</b>	- Other Payroll expenses relate to employee withholdings, social security, insurance, and other deductions.
<b>Other State Collections</b>	- Inflows related to various Health Department programs, the State Insurance Fund, the Commissioner of Financial Institutions, interest earned on TSA bank accounts and others.
<b>PayGo</b>	- PayGo - Puerto Rico pension system that is funded through a pay-as-you-go system. Retirement benefits expenses of government employers are paid by the central government and reimbursed by the employers, with such funds received by the TSA.
<b>PRASA</b>	- Puerto Rico Aqueduct and Sewer Authority, a public corporation and a component unit of the Commonwealth of Puerto Rico.
<b>PREPA</b>	- Puerto Rico Electric Power Authority, a public corporation and a component unit of the Commonwealth of Puerto Rico.
<b>PRITA</b>	- Puerto Rico Integrated Transport Authority, a public corporation and component unit of the Commonwealth of Puerto Rico.
<b>PSTBA</b>	- The PSTBA is an amount established under Act 91-2006, as amended, and the Sales Tax Revenue Bond Resolution, as amended and restated on June 10, 2009 (the "Bond Resolution"), that currently must be received by COFINA from 5.5% of the SUT before the Commonwealth can receive any of the other 5.5% SUT.
<b>Public Corporation</b>	- Public corporations are governmental authorities with autonomous structure separate from the central government administration and with independent treasury functions.
<b>RHUM System</b>	- This is the software system that DTPR uses for payroll.
<b>SIFC</b>	- State Insurance Fund Corporation, a public corporation and a component unit of the Commonwealth of Puerto Rico.
<b>Special Revenue Receipts</b>	- Collections made by central government agencies at collection posts for services rendered by the agencies as well as fees, licenses, permits, fines and others.
<b>SURI</b>	- Sistema Unificada de Rentas Internas is the new digital tool of the Department of the Treasury that will allow integration and streamlining of the administration of taxes and revenues and eliminate the complexity of the current systems for the benefit of the Treasury and the taxpayers.
<b>Sweep Account Transfers</b>	- Transfers of Fiscal Year 2020 collections in the SURI sweep account to the TSA during Fiscal Year 2021. The closing balance of the sweep account on June 30, 2020, was \$1,024 million.
<b>TSA</b>	- Treasury Single Account, the Commonwealth's main operational bank account (concentration account) in which a majority of receipts from Governmental funds are deposited and from which most expenses are disbursed. TSA receipts include tax collections, charges for services, intergovernmental collections, the proceeds of short and long-term debt issuances and amounts held in custody by the Secretary of the Treasury for the benefit of the Commonwealth's fiduciary funds. Only a portion of the revenues received by the TSA is included in the annual General Fund budget presented to the Puerto Rico Legislative Assembly for approval. Other revenues are separately assigned by law to certain agencies or public corporations but still flow through the TSA.

## Introduction

- Enclosed is the weekly Treasury Single Account ("TSA") cash flow report and supporting schedules with monthly YTD FY2021 actual results compared to the FY2021 Liquidity Plan and FY2020 actual results.
- TSA is the Commonwealth's main operational bank account (concentration account) in which a majority of receipts from Governmental funds are deposited and from which most expenses are disbursed.
- Receipts in the TSA include tax collections (including revenues assigned to certain public corporations and pledged for the payment of their debt service), charges for services, intergovernmental collections (such as reimbursements from Federal assistance grants), the proceeds of short and long-term debt issuances held in custody by the Secretary of Treasury for the benefit of the Government fiduciary funds, and other receipts. Only a portion of the revenues received by the TSA is included in the annual General Fund budget presented to the Puerto Rico Legislative Assembly for approval. Other revenues are separately assigned by law to certain agencies or public corporations but still flow through the TSA.
- Disbursements from the TSA include payroll and related costs, vendor and operational disbursements (including those reimbursed by Federal assistance grants and funded from Special Revenue Funds), welfare expenditures, capital outlays, debt service payments, required budgetary formulas and appropriation payments, pass-through payments of pledged revenues to certain public corporations, tax refunds, payments of current pension benefits and other disbursements.
- Federal funds related to disaster relief for hurricanes Irma and Maria are deposited in a separate bank account overseen by the Government Authorized Representative ("GAR"). Funds may be transferred to the TSA either: (i) after admissible disbursements (per approved Project Worksheets) have been made or (ii) once supporting documentation for an accrual or related expense are provided to and approved by FEMA. Therefore, FEMA funding may also be received in advance of actual cash disbursement, as payments to vendors may occur subsequent to when the corresponding services are rendered / expenses are recorded.
- Federal funds related to the Coronavirus Aid, Relief, and Economic Security ("CARES") Act have been deposited into bank accounts overseen by Hacienda, but separate from the TSA.
- Sistema Unificada de Rentas Internas ("SURI") is the new digital platform designed to integrate and streamline the administration of taxes and revenues. Collections are initially deposited into a SURI sweep account outside of the TSA. Collections must be verified and reconciled before they can be swept into the TSA. The reconciliation process is still being refined, and as a result, there have been significant delays in transferring collections from the sweep account to the TSA. The SURI sweep account balance is reported on page 5 of this report.
- Data limitations and commentary:  
The government has focused on cash transaction information for which access to reliable, timely, and detailed data is readily available. The government continues to work with DTPR and other parties to access additional reliable data that would help to provide additional detail in the future.

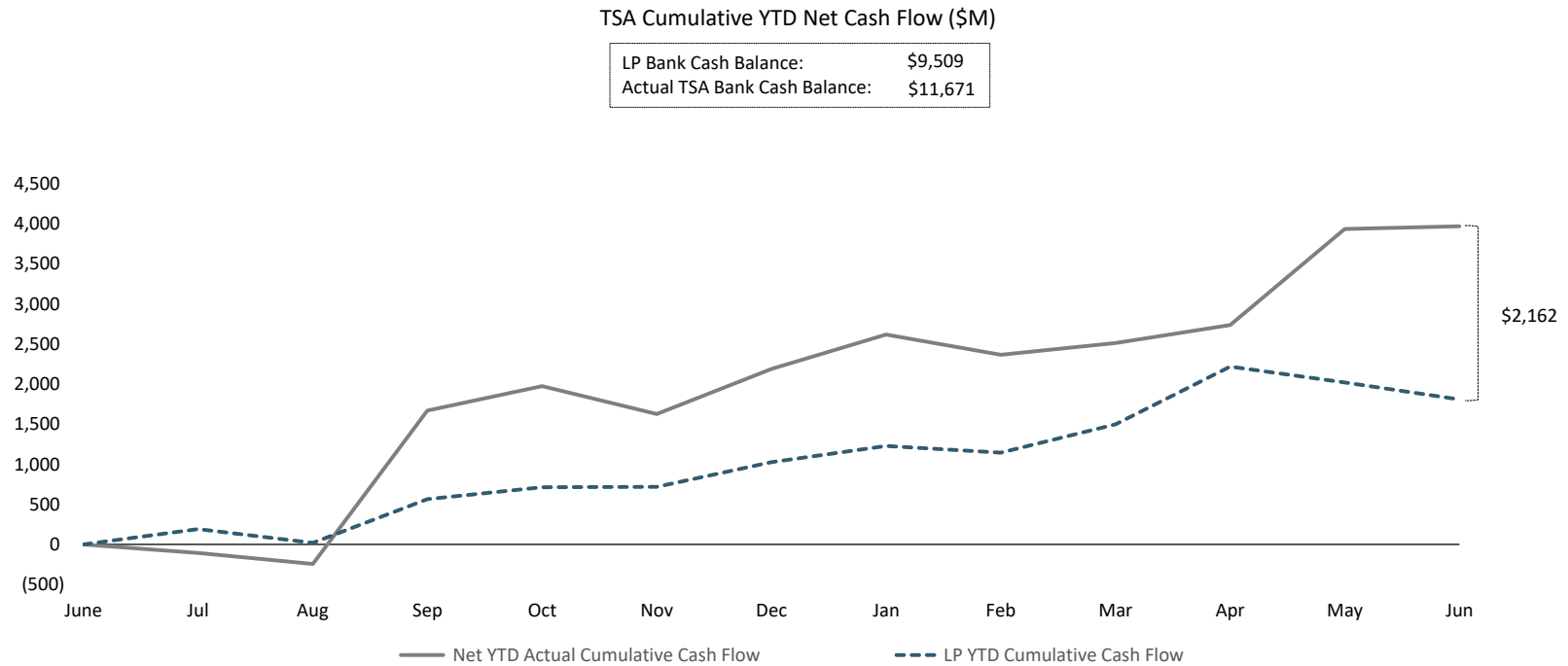
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**Executive Summary - TSA Cash Flow Actual Results**  
*(figures in Millions)*

\$11,671	\$34	\$248	\$1,671	\$1,108	\$3,970	\$2,162
Bank Cash	June	Monthly	Q4	Q4	YTD Net	YTD Net Cash
Position	Cash Flow	Variance	Cash Flow	Variance	Cash Flow	Flow Variance

**Bridge from Liquidity Plan projected cash balance and actual ending cash balance as of June 30, 2021**

Cash Flow line item	Variance Bridge (\$M)	Comments
Liquidity Plan Projected Cash Balance 6/30/21:	\$ 9,509	1. State collections ended the year \$2,099 million ahead of plan and the TSA sweep account includes and additional \$158 million of primarily general fund collections which will be transferred in short order. Outperformance is primarily due to the impact of increased Federal stimulus and better than expected economic activity during the Covid-19 pandemic.
1 State Collections	2,099	
2 Custody Account Transfers	244	2. Various custody account transfer items account for +\$244M of variance. The plan included \$54M as part of the overall \$400M Broadband Expansion plan which has been delayed into FY22. The \$50M for the 21st Century Technical & Business Education Fund has also not yet been transferred from the TSA. \$56M is temporary variance related to municipalities, including \$50M in transfers for the Municipal Development Funds in addition to \$6M in transfers for the Municipal Improvement Funds which may be transferred in the first 60 days of the next fiscal year. The custody account transfers budget included \$23M for litigation related to DOE transitory employee backpay, which was paid out and reported within gross payroll.
3 Tax Refunds & Other Tax Credits	178	
4 General Fund Operating Disbursements	174	
5 State Cost Share	173	
6 PREPA LUMA Payment	(750)	
All Other	44	3. Tax refunds were \$178M lower than forecast. Positive variance is due to various EITC benefits realized in the form of credit against tax liabilities owed by EITC beneficiaries instead of cash distributions as contemplated with the Liquidity Plan and timing differences arising from the extension of tax filing deadlines due to the COVID-19 pandemic.
Actual TSA Cash Balance	<u><u>\$ 11,671</u></u>	4. Approximately \$174M of positive variance is attributable to General Fund Opex. These funds may be spent during the first 60 days of FY2022.
		5. Approximately \$173M of positive variance is attributable to budgeted State Cost Share. Cost share payments will occur in conjunction with increased recovery spending in FY22.
		6. On June 1, 2021, \$750 million was transferred to PREPA for funding of the working capital accounts required under the LUMA O&M agreement. This was not contemplated in the 2021 Fiscal Plan, and therefore excluded from the Liquidity Plan, resulting in a permanent negative variance to the forecast. Subsequent to the certification of the Fiscal Plan and Budget, Joint Resolution 139 was passed which provided for the \$750 million disbursement.

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YTD TSA Cash Flow Summary - Actual vs LP



**YTD Actuals vs. Liquidity Plan**

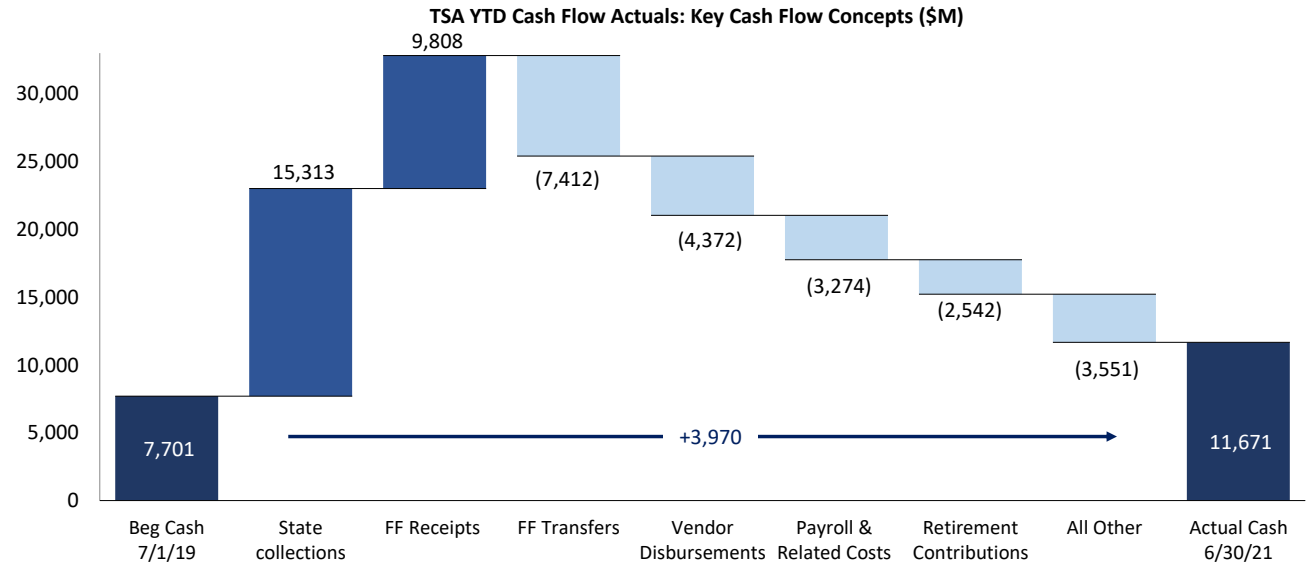
YTD net cash flow was \$3,970M and cash flow variance to the Liquidity Plan ended the year +\$2,162M. The primary driver of FY21 variance was outperformance of state collections (+\$2,099M vs forecast).

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**YTD Cash Flow Summary - TSA Cash Flow Actual Results**

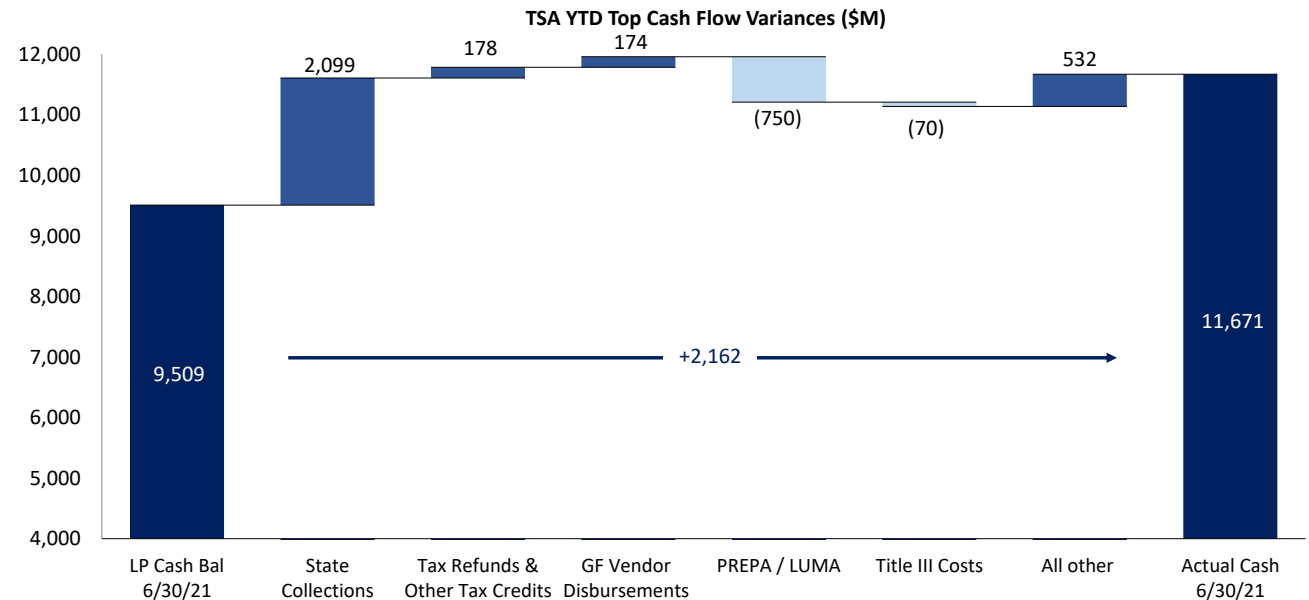
**Net Cash Flow - YTD Actuals**

- 1.) State Collections represents the largest gross cash inflow source to the TSA. The primary driver of cash increase to \$11,671 million by the end of FY21 was surplus generated by General Fund cash receipts in excess of General Fund cash disbursements into and out of the TSA. Total General Fund cash surplus generated for the year is preliminarily \$3,731M and can be attributed to the \$1,024M sweep transfer of FY20 revenues, strong FY21 General Fund collections, as well as spending within budget. However, some of this surplus may unwind as various expenditures related to FY21 are made in the first 60 days of FY22 and other unspent funds are reappropriated for alternative or future use. The second largest source of gross cash inflows were Federal Funds, representing 38% of FY21 inflows. However, these gross inflows are largely offset by Federal Fund disbursements, with a FY21 net deficit of \$5M (Refer to page 14 for additional detail).



**Net Cash Flow YTD Variance - LP vs. Actual**

- 1.) State collections performing ahead of forecast are the primary driver of FY21 variance. Positive variance can be attributed to revenue outperformance across various revenue concepts. Refer to page 11 of this report for additional detail.



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 TSA Cash Flow Actual Results as of June 30, 2021

(figures in Millions)		FY21 Actual June	FY21 LP June	Variance June	FY21 Actual YTD	FY21 LP YTD	FY20 Actual YTD (a)	Variance YTD FY21 vs LP
<b>State Collections</b>								
1	General fund collections (b)	\$1,477	\$987	\$490	\$12,474	\$10,493	\$8,895	\$1,981
2	Deferred GF Receipts (COVID-19 Exec Action)	—	—	—	479	667	—	(188)
3	Other fund revenues & Pass-throughs (c)	39	22	17	272	208	1,020	65
4	Special Revenue receipts	39	37	2	430	434	383	(4)
5	All Other state collections (d)	58	35	23	634	388	333	245
6	Sweep Account Transfers	—	—	—	1,024	1,024	—	—
7	Subtotal - State collections (e)	\$1,614	\$1,081	\$533	\$15,313	\$13,214	\$10,630	\$2,099
<b>Federal Fund Receipts</b>								
8	Medicaid	255	237	18	2,881	3,255	2,279	(374)
9	Nutrition Assistance Program	402	203	199	3,167	1,998	2,663	1,169
10	All Other Federal Programs	199	288	(89)	2,077	2,951	1,855	(874)
11	Other	407	—	407	1,684	166	340	1,517
12	Subtotal - Federal Fund receipts	\$1,264	\$728	\$536	\$9,808	\$8,370	\$7,136	\$1,438
<b>Balance Sheet Related</b>								
13	Paygo charge	42	45	(3)	538	539	508	(1)
14	Other	—	—	—	—	—	—	—
15	Subtotal - Other Inflows	\$42	\$45	(\$3)	\$538	\$539	\$508	(\$1)
16	<b>Total Inflows</b>	<b>\$2,920</b>	<b>\$1,854</b>	<b>\$1,066</b>	<b>\$25,659</b>	<b>\$22,122</b>	<b>\$18,274</b>	<b>\$3,536</b>
<b>Payroll and Related Costs (f)</b>								
17	General fund (i)	(227)	(230)	3	(2,651)	(2,757)	(2,739)	105
18	Federal fund	(38)	(52)	13	(466)	(608)	(523)	142
19	Other State fund	(14)	(11)	(3)	(157)	(132)	(138)	(25)
20	Subtotal - Payroll and Related Costs	(\$280)	(\$293)	\$13	(\$3,274)	(\$3,496)	(\$3,400)	\$222
<b>Operating Disbursements (g)</b>								
21	General fund (i)	(159)	(167)	8	(1,736)	(1,909)	(1,294)	174
22	Federal fund	(137)	(237)	100	(1,935)	(2,344)	(1,491)	408
23	Other State fund	(69)	(60)	(9)	(702)	(660)	(653)	(41)
24	Subtotal - Vendor Disbursements	(\$365)	(\$464)	\$99	(\$4,372)	(\$4,913)	(\$3,438)	\$541
<b>State-funded Budgetary Transfers</b>								
25	General Fund (i)	(154)	(163)	9	(1,973)	(1,979)	(1,886)	6
26	Other State Fund	(36)	(23)	(13)	(266)	(246)	(318)	(20)
27	Subtotal - Appropriations - All Funds	(\$190)	(\$186)	(\$4)	(\$2,240)	(\$2,226)	(\$2,204)	(\$14)
<b>Federal Fund Transfers</b>								
28	Medicaid	(257)	(237)	(20)	(2,881)	(3,305)	(2,467)	424
29	Nutrition Assistance Program	(390)	(203)	(187)	(3,105)	(1,998)	(2,613)	(1,106)
30	All other federal fund transfers (h)	(352)	—	(352)	(1,427)	(124)	—	(1,303)
31	Subtotal - Federal Fund Transfers	(\$998)	(\$440)	(\$558)	(\$7,412)	(\$5,428)	(\$5,080)	(\$1,985)
<b>Other Disbursements - All Funds</b>								
32	Retirement Contributions	(209)	(217)	8	(2,542)	(2,610)	(2,485)	68
33	Tax Refunds & other tax credits (i) (j)	(75)	(113)	37	(773)	(951)	(873)	178
34	Title III Costs	(24)	(6)	(18)	(158)	(88)	(133)	(70)
35	State Cost Share	—	(213)	213	(40)	(213)	(41)	173
36	Milestone Transfers	—	(29)	29	(2)	(90)	—	88
37	Custody Account Transfers	—	(108)	108	(56)	(300)	—	244
38	Cash Reserve	—	—	—	—	—	—	—
39	All Other	(744)	—	(744)	(820)	—	(145)	(820)
40	Subtotal - Other Disbursements - All Funds	(\$1,052)	(\$686)	(\$367)	(\$4,391)	(\$4,251)	(\$3,677)	(\$140)
41	<b>Total Outflows</b>	<b>(\$2,885)</b>	<b>(\$2,068)</b>	<b>(\$818)</b>	<b>(\$21,689)</b>	<b>(\$20,315)</b>	<b>(\$17,799)</b>	<b>(\$1,375)</b>
42	<b>Net Operating Cash Flow</b>	<b>\$34</b>	<b>(\$214)</b>	<b>\$248</b>	<b>\$3,970</b>	<b>\$1,808</b>	<b>\$476</b>	<b>\$2,162</b>
43	Bank Cash Position, Beginning (k)	11,636	9,723	1,914	7,701	7,701	7,225	—
44	<b>Bank Cash Position, Ending (k)</b>	<b>\$11,671</b>	<b>\$9,509</b>	<b>\$2,162</b>	<b>\$11,671</b>	<b>\$9,509</b>	<b>\$7,701</b>	<b>\$2,162</b>

**Note:** Refer to page 10 for footnote reference descriptions.

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 TSA Cash Flow Actual Results as of June 30, 2021

(figures in Millions)											Variance	Variance	Variance	Variance	Variance YTD
	FY21 Actual Q1	FY21 Actual Q2	FY21 Actual Q3	FY21 Actual Q4	FY21 Actual YTD	FY21 LP Q1	FY21 LP Q2	FY21 LP Q3	FY21 LP Q4	FY21 LP YTD	Q1	Q2	Q3	Q4	FY21 vs LP
<b>State Collections</b>															
1 General fund collections (b)	\$2,547	\$2,719	\$2,773	\$4,435	\$12,474	\$1,952	\$2,363	\$2,711	\$3,466	\$10,493	\$595	\$356	\$62	\$969	\$1,981
2 Deferred GF Receipts (COVID-19 Exec Action)	448	31	—	—	479	600	67	—	—	667	(152)	(36)	—	—	(188)
3 Other fund revenues & Pass-throughs (c)	47	65	67	93	272	45	52	52	59	208	2	13	15	33	65
4 Special Revenue receipts	109	110	96	115	430	102	119	99	115	434	7	(8)	(3)	0	(4)
5 All Other state collections (d)	84	196	194	160	634	83	91	116	98	388	1	105	78	62	245
6 Sweep Account Transfers	1,024	—	—	—	1,024	512	384	128	—	1,024	512	(384)	(128)	—	—
7 Subtotal - State collections (e)	\$4,259	\$3,122	\$3,130	\$4,801	\$15,313	\$3,295	\$3,075	\$3,106	\$3,737	\$13,214	\$965	\$46	\$24	\$1,064	\$2,099
<b>Federal Fund Receipts</b>															
8 Medicaid	1,054	443	771	612	2,881	1,120	711	711	711	3,255	(66)	(268)	60	(99)	(374)
9 Nutrition Assistance Program	703	568	728	1,168	3,167	501	463	486	548	1,998	202	105	242	619	1,169
10 All Other Federal Programs	357	435	492	793	2,077	625	840	732	754	2,951	(268)	(405)	(240)	39	(874)
11 Other	227	435	493	529	1,684	104	62	—	—	166	123	373	493	529	1,517
12 Subtotal - Federal Fund receipts	\$2,341	\$1,881	\$2,484	\$3,102	\$9,808	\$2,350	\$2,077	\$1,929	\$2,014	\$8,370	(\$10)	(\$195)	\$555	\$1,088	\$1,438
<b>Balance Sheet Related</b>															
13 Paygo charge	162	144	118	114	538	135	135	135	135	539	27	9	(16)	(21)	(1)
14 Other	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
15 Subtotal - Other Inflows	\$162	\$144	\$118	\$114	\$538	\$135	\$135	\$135	\$135	\$539	\$27	\$9	(\$16)	(\$21)	(\$1)
16 <b>Total Inflows</b>	<b>\$6,762</b>	<b>\$5,147</b>	<b>\$5,733</b>	<b>\$8,017</b>	<b>\$25,659</b>	<b>\$5,780</b>	<b>\$5,287</b>	<b>\$5,170</b>	<b>\$5,885</b>	<b>\$22,122</b>	<b>\$982</b>	<b>(\$140)</b>	<b>\$562</b>	<b>\$2,132</b>	<b>\$3,536</b>
<b>Payroll and Related Costs (f)</b>															
17 General fund (i)	(630)	(701)	(656)	(664)	(2,651)	(634)	(755)	(665)	(702)	(2,757)	5	54	9	38	105
18 Federal fund	(111)	(123)	(116)	(117)	(466)	(138)	(164)	(147)	(158)	(608)	27	42	31	42	142
19 Other State fund	(37)	(52)	(32)	(37)	(157)	(30)	(36)	(32)	(34)	(132)	(7)	(16)	0	(3)	(25)
20 Subtotal - Payroll and Related Costs	(\$777)	(\$876)	(\$804)	(\$817)	(\$3,274)	(\$802)	(\$956)	(\$844)	(\$895)	(\$3,496)	\$25	\$80	\$40	\$77	\$222
<b>Operating Disbursements (g)</b>															
21 General fund (i)	(476)	(509)	(351)	(400)	(1,736)	(426)	(490)	(483)	(511)	(1,909)	(50)	(19)	132	111	174
22 Federal fund	(481)	(618)	(387)	(449)	(1,935)	(488)	(676)	(585)	(595)	(2,344)	6	58	198	146	408
23 Other State fund	(115)	(155)	(203)	(230)	(702)	(179)	(159)	(155)	(168)	(660)	64	5	(47)	(62)	(41)
24 Subtotal - Vendor Disbursements	(\$1,072)	(\$1,281)	(\$940)	(\$1,079)	(\$4,372)	(\$1,092)	(\$1,325)	(\$1,223)	(\$1,274)	(\$4,913)	\$20	\$44	\$283	\$195	\$541
<b>State-funded Budgetary Transfers</b>															
25 General Fund (i)	(332)	(653)	(511)	(477)	(1,973)	(505)	(476)	(476)	(523)	(1,979)	173	(177)	(35)	45	6
26 Other State Fund	(54)	(67)	(79)	(66)	(266)	(86)	(53)	(53)	(53)	(246)	32	(13)	(26)	(13)	(20)
27 Subtotal - Appropriations - All Funds	(\$386)	(\$720)	(\$590)	(\$544)	(\$2,240)	(\$591)	(\$529)	(\$529)	(\$576)	(\$2,226)	\$205	(\$190)	(\$60)	\$32	(\$14)
<b>Federal Fund Transfers</b>															
28 Medicaid	(1,054)	(226)	(989)	(612)	(2,881)	(1,171)	(711)	(711)	(711)	(3,305)	117	486	(277)	99	424
29 Nutrition Assistance Program	(705)	(565)	(702)	(1,133)	(3,105)	(501)	(463)	(486)	(548)	(1,998)	(204)	(102)	(216)	(585)	(1,106)
30 All other federal fund transfers	(49)	(280)	(352)	(745)	(1,427)	(62)	(62)	—	—	(124)	13	(218)	(352)	(745)	(1,303)
31 Subtotal - Federal Fund Transfers	(\$1,808)	(\$1,071)	(\$2,042)	(\$2,491)	(\$7,412)	(\$1,734)	(\$1,236)	(\$1,198)	(\$1,260)	(\$5,428)	(\$75)	\$166	(\$845)	(\$1,231)	(\$1,985)
<b>Other Disbursements - All Funds</b>															
32 Retirement Contributions	(640)	(651)	(625)	(627)	(2,542)	(652)	(652)	(652)	(652)	(2,610)	13	1	28	26	68
33 Tax Refunds & other tax credits (h) (i)	(289)	(20)	(287)	(177)	(773)	(292)	(72)	(140)	(446)	(951)	3	53	(147)	269	178
34 Title III Costs	(58)	(13)	(44)	(42)	(158)	(34)	(18)	(18)	(18)	(88)	(25)	5	(26)	(25)	(70)
35 State Cost Share	—	—	(40)	—	(40)	—	—	—	(213)	(213)	—	—	(40)	213	173
36 Milestone Transfers	(2)	—	—	—	(2)	(14)	(19)	(29)	(29)	(90)	12	19	29	29	88
37 Custody Account Transfers	—	(16)	(21)	(19)	(56)	(5)	(17)	(66)	(213)	(300)	5	1	45	194	244
38 Cash Reserve	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
39 All Other	(58)	18	(15)	(764)	(820)	—	—	—	—	—	(58)	18	(15)	(764)	(820)
40 Subtotal - Other Disbursements - All Funds	(\$1,047)	(\$682)	(\$1,033)	(\$1,629)	(\$4,391)	(\$997)	(\$778)	(\$905)	(\$1,571)	(\$4,251)	(\$50)	\$97	(\$128)	(\$58)	(\$140)
41 <b>Total Outflows</b>	<b>(\$5,091)</b>	<b>(\$4,628)</b>	<b>(\$5,409)</b>	<b>(\$6,560)</b>	<b>(\$21,689)</b>	<b>(\$5,217)</b>	<b>(\$4,824)</b>	<b>(\$4,699)</b>	<b>(\$5,575)</b>	<b>(\$20,315)</b>	<b>\$125</b>	<b>\$196</b>	<b>(\$711)</b>	<b>(\$985)</b>	<b>(\$1,375)</b>
42 <b>Net Operating Cash Flow</b>	<b>\$1,671</b>	<b>\$518</b>	<b>\$323</b>	<b>\$1,457</b>	<b>\$3,970</b>	<b>\$563</b>	<b>\$462</b>	<b>\$472</b>	<b>\$310</b>	<b>\$1,808</b>	<b>\$1,108</b>	<b>\$56</b>	<b>(\$148)</b>	<b>\$1,146</b>	<b>\$2,162</b>
43 Bank Cash Position, Beginning (j)	7,701	9,372	9,890	10,214	7,701	7,701	8,264	8,727	9,198	7,701	—	1,108	1,164	1,015	—
44 <b>Bank Cash Position, Ending (j)</b>	<b>\$9,372</b>	<b>\$9,890</b>	<b>\$10,214</b>	<b>\$11,671</b>	<b>\$11,671</b>	<b>\$8,264</b>	<b>\$8,727</b>	<b>\$9,198</b>	<b>\$9,509</b>	<b>\$9,509</b>	<b>\$1,108</b>	<b>\$1,164</b>	<b>\$1,015</b>	<b>\$2,162</b>	<b>\$2,162</b>

**Note:** Refer to the next page for footnote reference descriptions.



**Puerto Rico Department of Treasury | AAFAF**  
**FY21 TSA Cash Flow Actual Results - Footnotes**

Footnotes:

- (a) Represents FY2020 actual results through June 30, 2020.
- (b) Represents gross tax collections received and deposited from all Hacienda Collection Posts, through the Hacienda Colecturia Virtual (online) and/or SURI. Additionally, as of the date of this report, this line item includes unreconciled collections due to DTPR transition to collecting various gross tax receipts through the new SURI system. The transition from the Hacienda Colecturia collections system to SURI is ongoing and as such, revenue concept detail for the general tax SURI collections is not available at this time for the portion of collections received by the new general tax SURI account. This resulted in timing-related unreconciled gross collections which will be retroactively allocated to each revenue concept as appropriate once this information becomes available.
- (c) These revenues are collected by DTPR and immediately appropriated.
- (d) Inflows related to the State Insurance Fund, the Department of Labor and Human Resources, the Commissioner of Financial Institutions, interest earned on TSA bank accounts and others. As of the date this report the TSA has received \$12M in interest income in FY21 from earnings on the TSA cash balance.
- (e) As of June 30, 2021, there are \$158M in collections in the SURI sweep account pending reconciliation and transfer to the TSA.
- (f) Represents total gross payroll. Gross payroll includes net payroll disbursed to government employees, cash transfers to the Police Department for payroll costs, and other payroll related costs (employee withholdings, social security, insurance, and other deductions).
- (g) Includes payments to third-party vendors as well as intergovernmental payments to agencies with separate Treasuries.
- (h) This line includes \$343M of federally-reimbursable tax credits year to date. Of that amount, \$317M are COVID-19 related Economic Impact Payments and \$25M are American Opportunity Credits. These payments were previously reported in the "Tax Refunds & Other Tax Credits" line. An estimated \$17M of these payments were made during May 2021. This figure may be revised as updated information becomes available.
- (i) Includes Federally Funded Employee Retention Credits.
- (j) These line items include transfers out of the TSA related to the COVID-19 Emergency Measures Support Package. Total TSA outflows related to the COVID-19 Emergency Measures Support Package are approximately \$533M as of June 30, 2021. Of this amount, \$459M was disbursed in FY2020 and \$75M in FY2021.
- (k) Excludes BPPR Clawback Accounts (for clawback revenues prior to June 2016) of \$147M.

**Puerto Rico Department of Treasury | AAFAF**  
General Fund Collections Summary

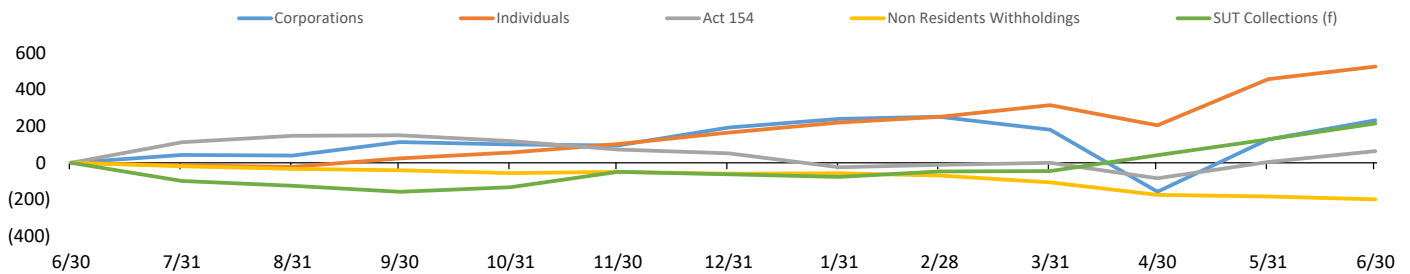
**Key Takeaways / Notes**

- 1.) Accumulated collections into TSA sweep accounts are now consistently transferred to the TSA with a 2-4 day lag. This will result in lower, more stable balances in the sweep accounts and more predictable transfers to the TSA when compared to 1Q of this fiscal year. Overall outperformance is due to the impact of increased Federal stimulus and better than expected economic activity during the Covid-19 pandemic. Motor Vehicle outperformance is the result of higher than expected vehicle sales, especially in the truck category. Other General Fund revenue includes \$440 million of income taxes from partnerships, which represents a positive variance against the forecast for this category, and \$314M of Other Excise Taxes, \$298M greater than forecast for FY21. These include revenues that may be retroactively allocated to specific excise tax concepts in the future. Reduced travel throughout FY21 due to the COVID-19 pandemic and associated travel restrictions drove lower non-resident withholdings for the fiscal year. As of the date of this report, there were \$158M in collections in the SURI sweep account pending transfer to the TSA, \$104M of which are pending reconciliation and allocation to specific revenue concepts. This collections schedule will be updated as information becomes available.

**General Fund Collections Year to Date: Actual vs. Forecast (\$M)**

	Actual (a) YTD 6/30	LP YTD 6/30	Var \$ YTD 6/30	Var % YTD 6/30
<b>General Fund Collections</b>				
Corporations	\$2,207	\$1,993	\$214	11%
FY21 Collections	1,957	1,776	181	10%
FY21 CIT for FEDE (Act 73-2008) (b)	39	57	(18)	-32%
FY20 Deferrals/Extensions	211	159	52	33%
Individuals	3,052	2,527	525	21%
FY21 Collections	2,854	2,233	621	28%
FY20 Deferrals/Extensions	198	294	(96)	-33%
Act 154	1,754	1,691	63	4%
Non Residents Withholdings	379	586	(206)	-35%
FY21 Collections	368	567	(199)	-35%
FY21 NRW for FEDE (Act 73-2008) (b)	12	19	(7)	-38%
Motor Vehicles	615	341	274	80%
Rum Tax (c)	253	214	39	18%
Alcoholic Beverages	272	266	6	2%
Cigarettes (d)	142	128	14	11%
HTA	436	548	(112)	-20%
Gasoline Taxes	102	166	(64)	-39%
Gas Oil and Diesel Taxes	10	21	(11)	-51%
Vehicle License Fees (\$15 portion)	33	21	12	56%
Vehicle License Fees (\$25 portion)	79	107	(28)	-26%
Petroleum Tax	173	215	(42)	-19%
Other	39	18	21	116%
CRUDITA	117	259	(142)	-55%
Other FY20 Deferrals/Extensions (e)	35	-	35	NA
Other General Fund	1,327	457	870	190%
<b>Total (e)</b>	<b>\$10,589</b>	<b>\$9,010</b>	<b>\$1,579</b>	<b>18%</b>
SUT Collections (f)	2,364	2,150	214	10%
FY21 Collections	2,328	1,936	392	20%
FY20 Deferrals/Extensions	36	214	(178)	-83%
<b>Total General Fund Collections</b>	<b>\$ 12,953</b>	<b>\$ 11,160</b>	<b>\$ 1,793</b>	<b>16%</b>
Transfer of FY20 Closing Sweep Balance	1,024	1,024	-	0%
<b>Total TSA Cash General Fund Collections</b>	<b>\$ 13,977</b>	<b>\$ 12,184</b>	<b>\$ 1,793</b>	<b>15%</b>

**YTD General Fund Receipts Cumulative Variance Liquidity Plan vs. Actual Cumulative Variance by Category (\$M)**



**Footnotes:**

- (a) General Fund gross cash receipts by concept are approximated using net General Fund revenues adjusted for recurring monthly gross-ups and other adjustments.  
 (b) Relates to income tax reserves that are subsequently passed through to PRIDCO.  
 (c) This amount includes rum tax moratorium revenues.  
 (d) Includes some cigarette tax collections that are subsequently passed through to HTA, PRMBA and other.  
 (e) This amount includes FY20 Income Tax from Partnerships. Note the Liquidity Plan projection for this line item was rolled up in Corporate Income Tax deferrals/extensions.  
 (f) SUT collections excludes PSTBA, FAM & CINE, and only includes the amounts deposited into the TSA for General Fund use.

**Puerto Rico Department of Treasury | AAFAF**  
*Other State Fund Collections Summary*

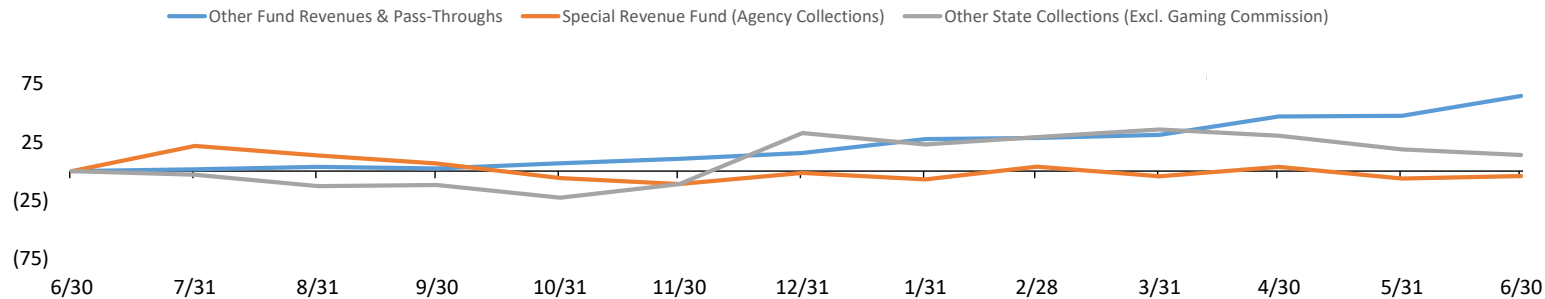
**Key Takeaways / Notes**

- 1.) Other state fund collections are ahead of the Liquidity Plan. Positive "All Other" variance in Other State Collections is mainly due to +\$232M collections by the new Gaming Commission. The Liquidity Plan did not consider a projection for Gaming Commission collections nor the subsequent disbursements to hoteliers & others of these funds (as this flow of funds was previously managed outside the TSA by the PR Tourism Company). Therefore, despite the positive variance presented in the table to the right, this is offset by approximately \$165M in outflows of these receipts for a net variance of +\$67M. This variance is permanent with respect to the FY21 Liquidity plan; however, it should be net cash flow neutral over the long term and funds may be disbursed early in the next fiscal year.

**Other State Fund Collections Year to Date: Actual vs. Forecast (\$M)**

	Actual (a) YTD 6/30	LP YTD 6/30	Var \$ YTD 6/30	Var % YTD 6/30
<b>Other State Fund Collections</b>				
Other Fund Revenues & Pass-Throughs	\$272	\$208	\$65	31%
Electronic Lottery	81	29	52	183%
Cigarettes (PRITA)	36	36	-	0%
ASC Pass Through	17	20	(3)	-16%
ACCA Pass Through	90	69	21	31%
Other	48	54	(6)	-11%
Special Revenue Fund (Agency Collections)	430	434	(4)	-1%
Department of Education	10	16	(6)	-39%
Department of Health	63	76	(13)	-17%
Department of State	30	14	16	111%
All Other	328	329	(1)	0%
Other State Collections	634	388	245	63%
Bayamón University Hospital	5	9	(4)	-44%
Adults University Hospital (UDH)	45	27	18	68%
Pediatric University Hospital	17	20	(2)	-11%
Commissioner of the Financial Institution	82	30	52	174%
Department of Housing	22	14	7	51%
Gaming Commission	232	-	232	NA
All Other	231	289	(58)	-20%
<b>Total</b>	<b>\$1,336</b>	<b>\$1,030</b>	<b>\$306</b>	<b>30%</b>

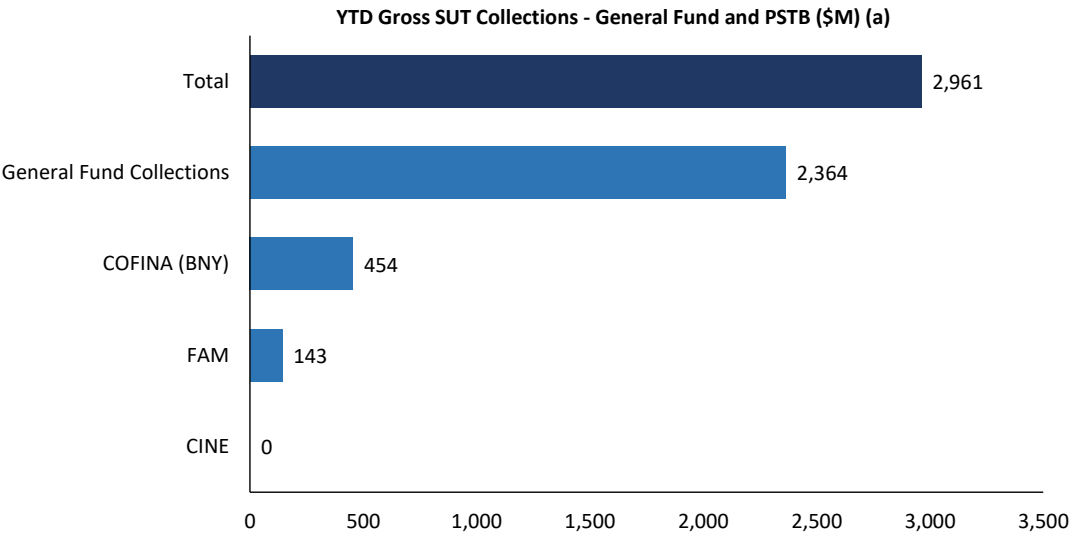
**YTD Other State Fund Receipts Cumulative Variance Liquidity Plan vs. Actual Cumulative Variance by Category (\$M)**



**Puerto Rico Department of Treasury | AAFAF**  
*Sales and Use Tax Collections Summary*

**Key Takeaways / Notes**

- 1.) The proceeds from the Puerto Rico 10.5% SUT rate are allocated as follows: Of the 10.5%, 5.5% is deposited into a COFINA BNY Mellon account until the PSTBA cap is reached, and 4.5% is deposited into the General Fund. The remaining 0.5% is remitted to FAM. The PSTBA cap for FY21 is \$454 million.



Footnotes

- (a) This schedule reflects gross cash activity and is subject to revision based on periodic reconciliations and accounting adjustments.
- (b) As of June 30, 2021 there is \$54M in SUT collected pending verification and allocation. The verification process includes matching receipts with the appropriate returns and reconciling government account information. Once this process is complete, SUT funds are distributed in accordance with the COFINA Plan of Adjustment based on the ownership of funds and otherwise based on the limits on distributions established therein.

**Puerto Rico Department of Treasury | AAFAF**  
Federal Funds Net Cash Flow Summary

**Key Takeaways / Notes**

- Receipts for the Nutritional Assistance Program (NAP) and Medicaid (ASES Pass-through) are received in advance of the subsequent pass through disbursements. Federal Funds received for Payroll and Vendor Payments are typically reimbursed following disbursement. Currently, there may be temporary surplus / (deficit) due timing differences relating to prior year carryover. Puerto Rico received \$2.24 billion from the Coronavirus Relief Fund (CRF) established under the CARES Act. These funds are held in a separate account outside of TSA and being disbursed according to the Strategic Disbursement Plan. Some of the measures are initially paid out through TSA, and later reimbursed from the CRF account. Additionally, on May 19, 2021, \$2.5 billion of federal Coronavirus State & Local Fiscal Recovery funds (CSFRF) were deposited in the TSA. These were immediately transferred to a separate account under custody of Hacienda on May 20, 2021 and this pass-through is not reflected in TSA inflows and outflows within this report. The TSA disbursed \$343M of federally-reimbursable tax credits between January 1, 2021, and May 28, 2021. These include \$317M of COVID-19 related Economic Impact Payments and \$25M of American Opportunity Credits. These payments were previously reported in the "Tax Refunds & Other Tax Credits" line of the TSA cash flow.

**Footnotes**

- Please note that federal fund classification as represented here is based on the fund classification at the point of transaction. Agencies regularly review cash transactions and make accounting adjustments that result in fund reclassifications.
- Note that the Liquidity Plan will generally project a YTD deficit and surplus each week for Medicaid and CRF funding, respectively. This is due to deficit and surpluses carried forward from FY20 (FY20 federal receipts in excess of FY20 federal fund outlays and spending prior to CRF reimbursement) that were assumed to unwind throughout the first quarter of FY21 as funds received in FY20 were utilized, thus resulting in projected net cash flow deficits and surpluses for the full year FY21 in Medicaid funding (-\$51M) and CRF (\$42M), yielding a projected -\$9m net deficit projected for FY21. Aside from the aforementioned projected cash flow surplus and deficit, all other federally funded cash flows are assumed to result in zero net cash flow for the full FY20, and week-to-week variations are assumed to be timing related.

**Monthly FF Net Surplus (Deficit)**

Medicaid (ASES)	
Nutritional Assistance Program (NAP)	
Payroll / Vendor Disbursements / Other Federal Programs	
Coronavirus Relief Fund (CRF)	
Federally Reimbursable Tax Credits	
<b>Total (a)</b>	

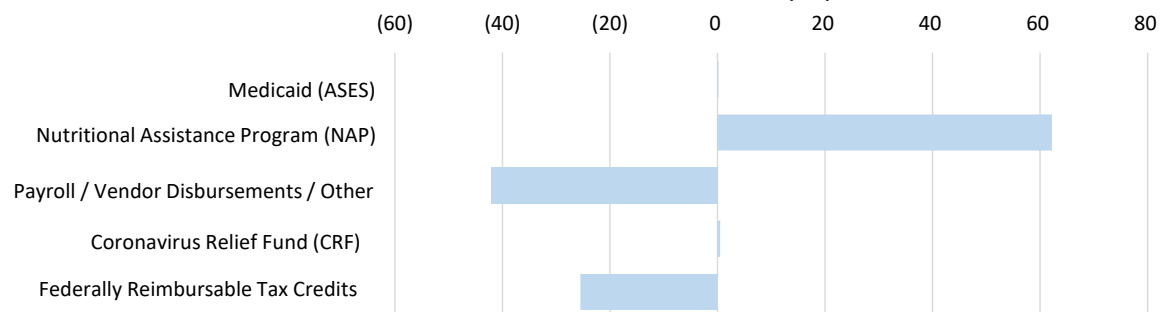
FF Inflows	FF Outflows	Net Cash Flow	LP Net Cash Flow	Variance
\$ 255	\$ (257)	\$ (2)	\$ -	\$ (2)
402	(390)	12	-	12
195	(168)	27	-	27
407	(359)	49	-	49
4	-	4	-	4
<b>\$ 1,264</b>	<b>\$ (1,174)</b>	<b>\$ 90</b>	<b>\$ -</b>	<b>\$ 90</b>

**YTD Cumulative FF Net Surplus (Deficit)**

Medicaid (ASES)	
Nutritional Assistance Program (NAP)	
Payroll / Vendor Disbursements / Other Federal Programs	
Coronavirus Relief Fund (CRF)	
Federally Reimbursable Tax Credits	
<b>Total (a)</b>	

FF Inflows	FF Outflows	Net Cash Flow	LP Net Cash Flow	Variance
\$ 2,881	\$ (2,881)	\$ 0	\$ (51)	\$ 51
3,167	(3,105)	62	-	62
1,759	(1,802)	(42)	-	(42)
1,684	(1,683)	0	42	(42)
318	(343)	(25)	-	(25)
<b>\$ 9,808</b>	<b>\$ (9,813)</b>	<b>\$ (5)</b>	<b>\$ (9)</b>	<b>\$ 4</b>

**YTD Federal Funds Net Cash Flows (\$M)**



**Puerto Rico Department of Treasury | AAFAF**

**Payroll / Vendor Disbursements Summary**

**Key Takeaways / Notes : Gross Payroll**

- Gross payroll mainly tracked FY21 forecasts. Most variance was driven by DOE payroll, likely due to COVID-19 and the subsequently adjusted and abnormal school year. DOE payroll variance dropped during the week ended 3/26 due to a one-time settlement related to DOE transitory employee salaries. The FY21 Certified Budget included a \$23M reserve for this item that appears in the Custody Account Transfers line of the FY21 Liquidity Plan.

Gross Payroll (\$M) (a)	
Agency	YTD Variance
Department of Education	210
Department of Health	(35)
Department of Correction & Rehabilitation	16
Police	(18)
All Other Agencies	50
<b>Total YTD Variance</b>	<b>\$ 222</b>

**Key Takeaways / Notes : Vendor Disbursements**

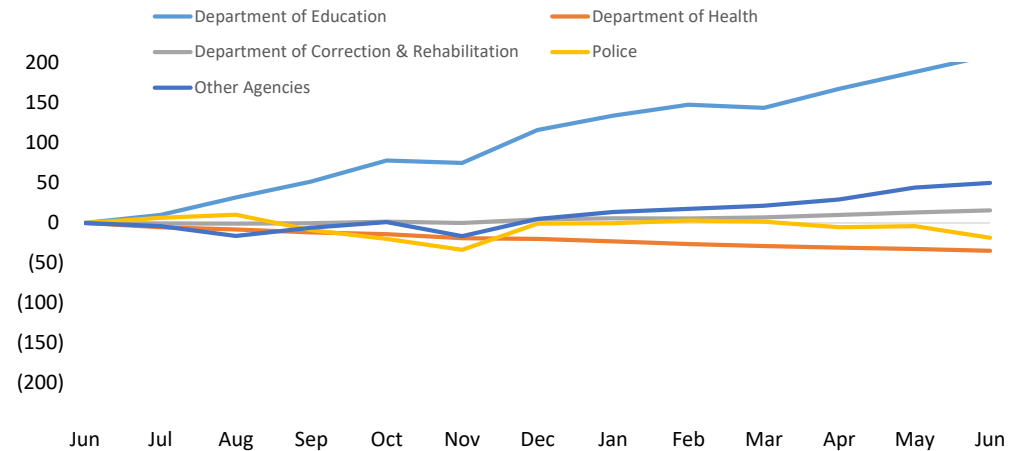
- Total vendor payments were less than projected, though there are various offsetting variances within. Disbursements on behalf of the Department of Education are \$460M lower than expected. This is offset by negative variance due to several items, including a portion of CARES Act assistance amounting to \$292M that was paid through the TSA on behalf of Treasury to vendors and subsequently reimbursed from the CRF account, which includes \$22M distributed for the Private Hospitals initiative during the week ended 12/18.

Vendor Disbursements (\$M)	
Agency	YTD Variance
General Court of Justice	(34)
Department of Health	(27)
Department of Correction and Rehabilitation	(25)
Department of Justice	(2)
All Other Agencies	630
<b>Total YTD Variance</b>	<b>\$ 541</b>

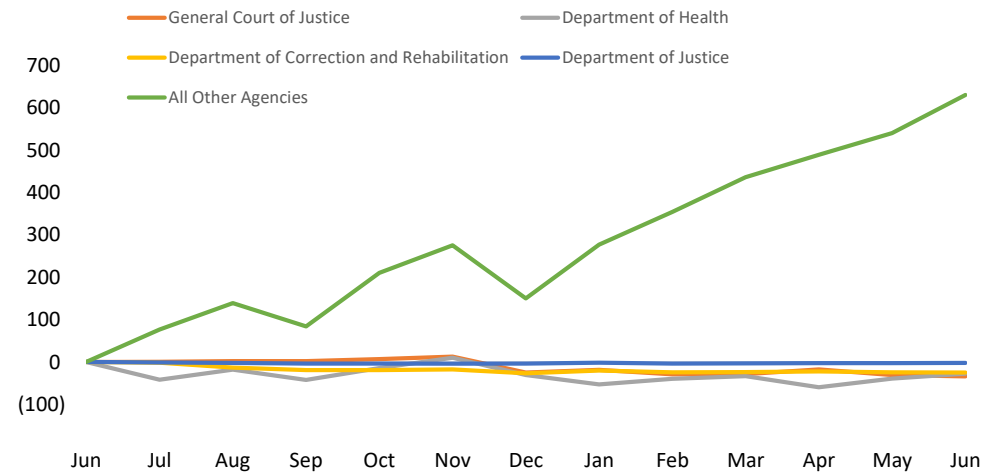
**Footnotes**

(a) Gross Payroll is equal to the sum of: (i) Net Payroll by Agency from the DTPR RHUM system; (ii) Other Payroll and (iii) Cash outlays for wage garnishments by Agency.

**Cumulative YTD Variance - Payroll by Agency (\$M) (a)**



**Cumulative YTD Variance -Vendor Disbursements by Agency (\$M)**

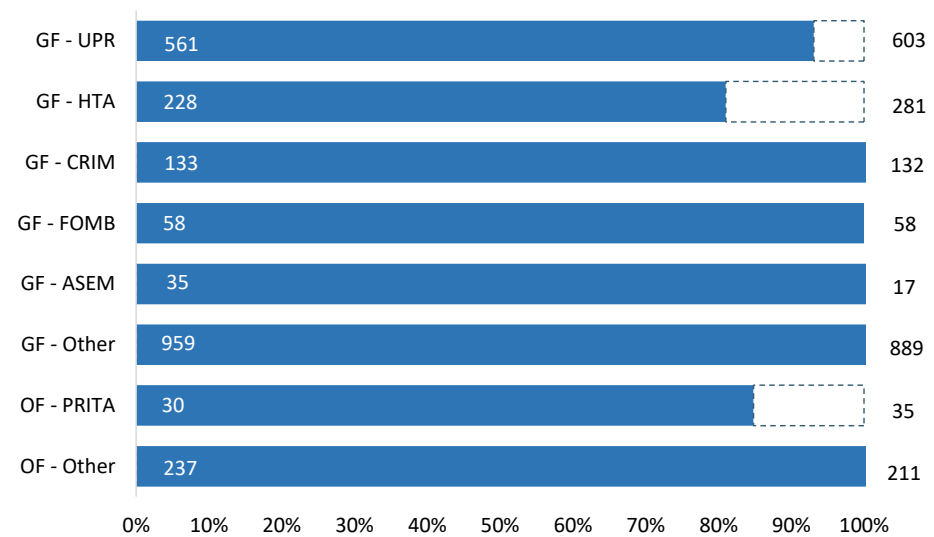


**Puerto Rico Department of Treasury | AAFAF**  
State Funded Budgetary Transfers Summary

**Key Takeaways / Notes**

- General Fund appropriations are generally executed throughout the year on a consistent basis in the first week of a given month. The amount transferred each month is usually the sum of the receiving entity's budgeted amount for FY21 divided into twelve, subject to a 2.5% holdback through the first nine months of the fiscal year, to be disbursed during the fourth quarter following reconciliation of General Fund revenues to Fiscal Plan projections and subsequent approval and authorization for release by the Oversight Board and the Director of OMB. Other General Fund transfers and Other Fund transfers require the recognition of certain revenues within DTPR accounting records prior to sending funds to a receiving entity. Negative Other GF variance is driven by \$43.7M in funds reprogrammed from the FY20 Healthcare reserve account for UPR Cancer. The \$72.5M reprogrammed from the FY20 Healthcare reserve account and transferred to ASES throughout FY21 to cover costs associated with contracts between ASES and several Managed Care Organizations were returned to the TSA during the week ended May 5, 2021.

**YTD FY2020 Budgeted Appropriations Executed (\$M)**



**Remaining Appropriation Budget (\$M)**

Entity Name	Full Year		
	Actual YTD	Expectation	Remaining
GF - UPR	\$ 561	\$ 603	\$ 42
GF - HTA	228	281	53
GF - CRIM	133	132	(1)
GF - FOMB	58	58	-
GF - ASEM	35	17	(18)
GF - Other	959	889	(70)
OF - PRITA	30	35	5
OF - Other	237	211	(25)
<b>Total</b>	<b>\$ 2,240</b>	<b>\$ 2,226</b>	<b>\$ (14)</b>

**YTD Appropriation Variance (\$M)**

Entity Name	Liquidity Plan		
	Actual YTD	YTD	Variance
GF - UPR	\$ 561	\$ 603	\$ 42
GF - HTA	228	281	53
GF - CRIM	133	132	(1)
GF - FOMB	58	58	-
GF - ASEM	35	17	(18)
GF - Other	959	889	(70)
OF - PRITA	30	35	5
OF - Other	237	211	(25)
<b>Total</b>	<b>\$ 2,240</b>	<b>\$ 2,226</b>	<b>\$ (14)</b>

**Puerto Rico Department of Treasury | AAFAF**  
**Tax Refunds / PayGo and Pensions Summary**

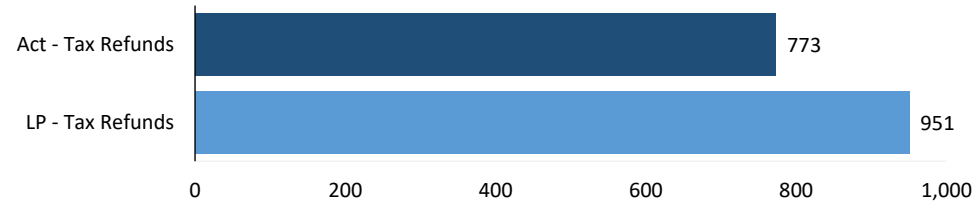
**Key Takeaways / Notes : Tax Refunds**

- 1.) Tax refunds includes EITC distributions, refunds to individuals and seniors as well as other tax credits. Variance to the Liquidity Plan mostly a combination of (i) various EITC benefits realized in the form of credit against tax liabilities owed by EITC beneficiaries instead of cash distributions as contemplated with the Liquidity Plan; and (ii) timing differences arising from the extension of tax filing deadlines due to the COVID-19 pandemic.

**Key Takeaways / Notes : Pension PayGo**

- 1.) PayGo Receipts finished the year in line with forecast, though there are various offsetting positive and negative variances within due to payments received in FY21 from certain Component Units for FY20 and FY19 invoices. Such receipts from the State Insurance Fund, PRIDCO, and ACAA, totaling \$31.7M, \$12.2M, and \$5.3M, and through December 2020, respectively, are primary drivers of this variance. FY20 PayGo payments totaling \$6.0M from the Ports Authority received through the week ended 11/6 this fiscal year also contribute to this variance. Further details on the status of PayGo can be found in the monthly PayGo Reports published on AAFAF's website.

**YTD Tax Refunds Disbursed (\$M)**



**YTD Pension PayGo and Outflows (\$M)**

